

Prepayment of Construction Loans

WIFA Policy #: III.15

Purpose:

Establish a policy for the prepayment of construction loans.

Policy:

Prepayment of the unpaid principal of a construction loan is governed by the provisions of the Loan Agreement for that loan. If and to the extent that the Loan Agreement provides that the unpaid principal of a loan may be prepaid with WIFA's consent or at WIFA's discretion, WIFA will consent to prepayment of the unpaid principal:

1. on a date on or after the tenth anniversary of the final loan draw, in whole or in part, upon a written request, delivered by the Borrower to WIFA no later than the 60th day prior to the prepayment date, and stating the date on which the prepayment will occur and the amount to be prepaid; or
2. if the unpaid principal balance is less than \$1 million, on any date, but only in whole, upon a written request, delivered by the Borrower to WIFA no later than the 30th day prior to the prepayment date, and stating the date on which the prepayment will occur.

By approving this policy, the Board has authorized the Executive Director or the Executive Director's designee to consent to prepayment of unpaid principal of loans in circumstances that comply with the provisions of the Loan Agreement and the provisions of this policy.

Responsibility: Executive Director

Statutory Reference: A.R.S. § 49-1225 and A.R.S. § 49-1245

Rule Reference: N/A

Original Issue Date: February 16, 2011

Previous Amendment Date(s): August 17, 2011

Most Recent Amendment Date: August 3, 2016 (*Replaces All Previous Versions*)

Approval:



Executive Director

8/3/16

Date